

Message Text

LIMITED OFFICIAL USE

PAGE 01 BRASIL 09621 200756Z

21/23

ACTION EB-07

INFO OCT-01 ARA-06 EUR-12 ISO-00 FEA-01 AGRE-00 CEA-01

CIAE-00 COME-00 DODE-00 FRB-03 H-02 INR-07 INT-05

L-03 LAB-04 NSAE-00 NSC-05 PA-01 AID-05 CIEP-01 SS-15

STR-04 ITC-01 TRSE-00 USIA-06 PRS-01 SP-02 OMB-01

IO-13 /107 W

----- 058137

R 182000Z NOV 76 CORRECTED COPY FOR MCN

FM AMEMBASSY BRASILIA

TO SECSTATE WASHDC 8761

INFO AMEMBASSY BONN

USMISSION EC BRUSSELS

AMCONSUL SAO PAULO

LIMITED OFFICIAL USE BRASILIA 9621

PASS AGRICULTURE

E.O. 11652: N/A

TAGS: EPAP, EINV, BR, GW

SUBJ: BRAZIL-WEST GERMANY SOYBEAN PLANT JOINT VENTURE

REF: STATE 282396

1. SUMMARY. ACCORDING TO MINISTRY OF AGRICULTURE OFFICIALS AND TRADE SOURCES, ALL OF THE SOYBEAN MEAL AND PERHAPS SOME OF THE SOY OIL FROM THE BRAZIL-WEST GERMAN SOYBEAN PLANT JOINT VENTURE WILL BE EXPORTED TO GERMANY. ONE-HALF OF THE CAPITAL TO BE PROVIDED BY AN ASSOCIATION OF GERMAN COMPANIES REPORTEDLY IS FROM A LOAN THEY WILL RECEIVE FROM THE WEST GERMANY DEVELOPMENT BANK (DEG). END SUMMARY.

2. DISCUSSION OF BRAZIL-WEST GERMANY SOYBEAN CRUSHING PLANT JOINT VENTURE WAS INITIATED IN JANUARY 1975

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 BRASIL 09621 200756Z

DURING VISIT OF BRAZILIAN MINAG PAULINELLI TO GERMANY.

ANNOUNCEMENT OF THE JOINT VENTURE WAS MADE DURING
RECENT VISIT OF GERMAN MINAG ERTL.

3. THE FOLLOWING INFORMATION WAS OBTAINED FROM MINISTRY
OF AGRICULTURE OFFICIALS AND TRADE SOURCES:

(A) THE SOYBEAN CRUSHING PLANT WILL BE A JOINT VENTURE
BETWEEN A FEDERATION OF AGRICULTURAL COOPERATIVES IN THE STATE
OF PARANA AND A GROUP OF GERMAN AGRI-BUSINESS COMPANIES;

(B) ALL DETAILS OF THE JOINT VENTURE ARE EXPECTED TO BE
FINALIZED BY DECEMBER 15, 1976 WITH CONSTRUCTION STARTED
IN EARLY 1977;

(C) INITIAL INVESTMENT WILL BE BETWEEN 80 AND 100 MILLION
MARKS WITH 51 PERCENT OF THE CAPITAL PROVIDED BY THE BRAZILIAN
COOPERATIVES AND 49 PERCENT BY THE GERMAN GROUP.

(D) THE CRUSHING CAPACITY OF THE PLANT WILL BE 2,000
TONS OF SOYBEANS DAILY.

(E) SOYBEAN MEAL FROM THE PLANT WILL BE EXPORTED TO GERMANY
AND THE SOYBEAN OIL WILL BE EITHER MARKETED DOMESTICALLY OR
EXPORTED TO ANY DESTINATION;

(F) THE SITE OF THE PLANT IS EXPECTED TO BE IN MARINGA
IN NORTHWESTERN PARANA, BUT THE SITE HAS NOT YET BEEN FINALIZED.

4. ADVISOR TO MINAG PAULINELLI INFORMED AGATT THAT THE BRAZILIAN
AND GERMAN GOVERNMENTS SERVED PRIMARILY AS QUOTE CATALYSTS UNQUOTE
IN BRINGING TOGETHER THE PRIVATE GROUPS OF EACH COUNTRY. ACCORDING
TO THIS OFFICIAL, ONE-HALF OF THE CAPITAL BEING PROVIDED BY
THE GERMAN GROUP IS MADE POSSIBLE THROUGH A LOAN BY THE WEST
GERMAN DEVELOPMENT BANK (DEG). HE SAID ALL THE
SOYMEAL FROM THE PLANT IS EXPECTED TO GO TO THE GERMAN
GROUP AND PERHAPS SOME OF THE OIL.

5. WEST GERMAN AGATT IN BRASILIA CONFIRMED ABOVE
INFORMATION. HE COMMENTED THAT THE GERMAN GROUP IS READY TO
PROCEED BUT THE BRAZILIAN AGRICULTURAL COOPERATIVES WERE
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 BRASIL 09621 200756Z

HAVING SOME DIFFICULTY IN FORMING AN ASSOCIATION TO
PARTICIPATE IN THE JOINT VENTURE. HE ALSO PROVIDED AGATT
WITH NAMES OF GERMAN FIRMS INVOLVED IN JOINT VENTURE. THESE
ARE SAME AS MENTIONED IN REFTEL.
CRIMMINS

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: JOINT VENTURES, SOYBEANS
Control Number: n/a
Copy: SINGLE
Draft Date: 18 NOV 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: ElyME
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976BRASIL09621
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D760432-0899
From: BRASILIA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19761133/aaaabcoo.tel
Line Count: 112
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 76 STATE 282396
Review Action: RELEASED, APPROVED
Review Authority: ElyME
Review Comment: n/a
Review Content Flags:
Review Date: 30 APR 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <30 APR 2004 by ElyME>; APPROVED <28 JUL 2004 by ElyME>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: BRAZIL-WEST GERMANY SOYBEAN PLANT JOINT VENTURE
TAGS: EPAP, EINV, BR, GE
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006